



United States
Department of
Agriculture

Food and
Nutrition
Service

Mountain
Plains
Region

1244 Speer Boulevard
Denver, CO
80204-2581

Reply to
Attn of:

CACFP-729

JUL 07 2004

Subject:

For-Profit Center Eligibility in the Child and Adult Care Food Program—
Reauthorization 2004: Implementation Memo

To:

(STATE AGENCY DIRECTORS) - Colorado DPHE, Iowa, Kansas, Missouri DHS,
Montana DPHHS, Nebraska, North Dakota,
South Dakota, Utah and Wyoming

This memorandum follows-up the e-mail sent by Mary Nielsen on July 01, 2004, transmitting the guidance concerning for profit-center eligibility in the Child and Adult Care Food Program (CACFP). The Child Nutrition and WIC Reauthorization Act of 2004, permanently establishes, at Section 17(a)(2)(B)(i), of the Richard B. Russell National School Lunch Act (NSLA), that for-profit centers may participate in the CACFP if at least 25 percent of the children served are eligible for free or reduced price meals. As described at Section 17(a)(2)(B)(ii) of the NSLA, for-profit centers may also continue to qualify for CACFP participation if at least 25 percent of enrolled children or 25 percent of licensed capacity (whichever is less) receive Title XX compensation.

Please provide this information to all for-profit child care centers in your State. If you have any questions contact our office at 303-844-0354.

DARLENE SANCHEZ
Regional Director
Special Nutrition Programs

for